

March 17, 2008

Ms. Elizabeth A. Rolando
Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62701

RE: Fourth Revised Information Sheet Filing for QIP Surcharge

Dear Ms. Rolando:

Enclosed for filing on behalf of Illinois American Water Company ("Illinois-American" or the "Company") is an original and one (1) copy of the fourth revised information sheet filings for the Qualified Infrastructure Plant ("QIP") Surcharge for the six districts affected. Also enclosed are backup files and Statement of Officer related to the filing. The information sheets have been revised to reflect the information as to which information sheet was being cancelled.

The QIP Surcharges will be effective April 1, 2008.

Copies of these information sheets and supporting schedules are also being provided to the Commission's Manager of the Accounting Department and the Commission's Manager of the Water Department.

Two additional copies of this transmittal letter and information sheets filed herewith are enclosed. Please stamp and return these additional copies in the enclosed pre-addressed, postage-paid envelope as an acknowledgement of receipt.

Should you have any questions regarding the attached, please contact all of the following via e-mail:

Edward Grubb, Ed.Grubb@amwater.com
Rich Kerckhove, Richard.Kerckhove@amwater.com
John Reichart, John.Reichart@amwater.com

Yours truly,



Rich Kerckhove

Enclosures

cc: Mary Sullivan (w/o enclosures)
John Reichart (w/o enclosures)
Rich Kerckhove (w/o enclosures)
William Marr (ICC) (w/enclosures)
Mary Selvaggio (ICC) (w/enclosures)

STATE OF ILLINOIS
ILLINOIS COMMERCE COMMISSION


Illinois-American Water Company

QIP Informational Sheets

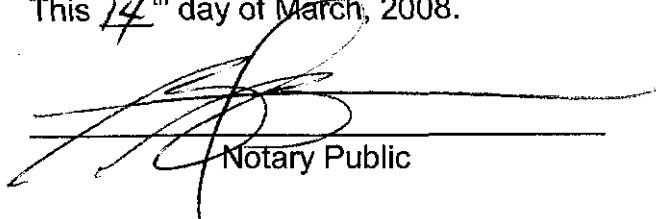
VERIFICATION

STATE OF MISSOURI)
)
COUNTY OF ST. LOUIS)

Edward J. Grubb, Assistant Treasurer, of Illinois-American Water Company,
being first duly sworn on oath, deposes and states that he has reviewed the data used
in preparing the informational sheets, and the annual reconciliation amounts therein are
true, correct and complete to the best of his knowledge and belief.


Edward J. Grubb, Assistant Treasurer

SUBSCRIBED and SWORN to before me
This 14th day of March, 2008.



Notary Public

BRADLEY T. BROWN
NOTARY PUBLIC - NOTARY SEAL
STATE OF MISSOURI
ST. LOUIS COUNTY
MY COMMISSION EXPIRES MARCH 10, 2011
COMMISSION #07493637

**Illinois American Water Company
2007 QIP Reconciliation
Listing of Municipalities Served
In the State of Illinois
as of May 4, 2007**

Municipality	County	District
Alton	Madison	Alton
Elsah	Jersey	Alton
Brighton (Sale for Resale)	Macoupin	Alton
Fosterburg (Sale for Resale)	Madison	Alton
Godfrey	Madison	Alton
Jersey County Rural (Sale for Resale)	Jersey	Alton
Cairo	Alexander	Cairo
Bondville	Champaign	Champaign
Champaign	Champaign	Champaign
Hindsboro	Douglas	Champaign
Oakland	Coles	Champaign
Savoy	Champaign	Champaign
St. Joseph	Champaign	Champaign
Tolono (Sale for Resale)	Champaign	Champaign
Urbana	Champaign	Champaign
Arcola (Sale for Resale)	Douglas	Champaign
Pesotum	Champaign	Champaign
Philo (Sale for Resale)	Champaign	Champaign
Seymour (Sale for Resale)	Champaign	Champaign
Sidney (Sale for Resale)	Champaign	Champaign
Tuscola (Sale for Resale)	Douglas	Champaign
(Unincorporated) Chicago	Cook	Chicago Metro
Arlington Heights	Cook	Chicago Metro
Bolingbrook	Will	Chicago Metro
Carol Stream	Dupage	Chicago Metro
Des Plaines	Cook	Chicago Metro
Elgin	Kane	Chicago Metro
Elk Grove Village	Cook	Chicago Metro
Elmhurst	Dupage	Chicago Metro
Frankfort	Will	Chicago Metro
Gilberts (No Fire Charges)	Kane	Chicago Metro
Glen Ellyn	Dupage	Chicago Metro
Glenview (No Fire Charges)	Cook	Chicago Metro
Homer Glen	Will	Chicago Metro
Lemont	Will	Chicago Metro
Lisle	Dupage	Chicago Metro
Lockport	Will	Chicago Metro
Lombard	Dupage	Chicago Metro
Mokena	Will	Chicago Metro
Morris	Grundy	Chicago Metro
Mt. Prospect	Cook	Chicago Metro
Northbrook	Cook	Chicago Metro
Norwood	Cook	Chicago Metro
Orland Hills	Will	Chicago Metro

**Illinois American Water Company
2007 QIP Reconciliation
Listing of Municipalities Served
In the State of Illinois
as of May 4, 2007**

Municipality	County	District
Orland Park	Will	Chicago Metro
Oswego	Kendall	Chicago Metro
Palatine (No Fire Charges)	Cook	Chicago Metro
Palos Heights	Will	Chicago Metro
Plainfield	Will	Chicago Metro
Prairie Grove	McHenry	Chicago Metro
Prospect Heights	Cook	Chicago Metro
Rolling Meadows (No Fire Charges)	Cook	Chicago Metro
Romeoville	Will	Chicago Metro
Sandwich	Kendall	Chicago Metro
St. Charles	Kane	Chicago Metro
Tinley Park	Will	Chicago Metro
Villa Park	Dupage	Chicago Metro
Wheaton	Dupage	Chicago Metro
Wheeling	Cook	Chicago Metro
Winfield	Dupage	Chicago Metro
Woodridge	Will	Chicago Metro
South Beloit	Winnebago	South Beloit
Alorton	St Clair	Interurban
Belleville	St Clair	Interurban
Bond/Madison Water Co (Sale for Resale)	Madison	Interurban
Brooklyn	St Clair	Interurban
Cahokia (Sale for Resale)	St Clair	Interurban
Canteen	St Clair	Interurban
Caseyville (Sale for Resale)	St Clair	Interurban
Centreville	St Clair	Interurban
Columbia (Sale for Resale)	Monroe	Interurban
East St Louis	St Clair	Interurban
Fairmont City	St Clair	Interurban
Fairview Heights	St Clair	Interurban
Granite City	Madison	Interurban
Madison	Madison	Interurban
Mitchell (Sale for Resale)	Madison	Interurban
Millstadt (Sale for Resale)	St Clair	Interurban
O'Fallon (Sale for Resale)	St Clair	Interurban
Pontoon Beach (Sale for Resale)	Madison	Interurban
Sauget	St Clair	Interurban
Shiloh	St Clair	Interurban
Swansea	St Clair	Interurban
Venice	Madison	Interurban
Washington Park	St Clair	Interurban
Waterloo (Sale for Resale)	Monroe	Interurban
Lincoln	Logan	Lincoln
Pekin	Tazewell	Pekin

**Illinois American Water Company
2007 QIP Reconciliation
Listing of Municipalities Served
In the State of Illinois
as of May 4, 2007**

Municipality	County	District
Bartonville	Peoria	Peoria
Bellevue (Peoria)	Peoria	Peoria
Chillicothe	Peoria	Peoria
Dunlap (Sale for Resale)	Peoria	Peoria
Hanna City (Sale for Resale)	Peoria	Peoria
Mossville	Peoria	Peoria
Peoria	Peoria	Peoria
West Peoria	Peoria	Peoria
Pontiac	Livingston	Pontiac
Saunemin	Livingston	Pontiac
Sterling	Whiteside	Sterling
Streator	LaSalle and Livingston	Streator
Kangley	LaSalle	Streator

ILLINOIS-AMERICAN WATER COMPANY

APPLICABLE TO ALL CUSTOMERS LOCATED IN
THE ALTON SERVICE DISTRICT

ILL. C. C. No. 22
Fourth Revised Information Sheet No. 1
Canceling Third Revised Information Sheet No. 1

Qualifying Infrastructure Plant ("QIP") Surcharge Information Sheet

MONTHLY QIP SURCHARGE PERCENTAGE FORMULA:

CALCULATION

$$S\% = \frac{(\text{NetQIP} \times \text{PTR}) + \text{NetDep} + (\text{R} \times 1.33) + ((\text{O} + \text{INT}) \times \text{Om})}{\text{PAR}} \times 100\%$$

S% = QIP Surcharge Percentage
NetQIP = Average forecasted cost of the investment in QIP less accumulated depreciation
PTR = Pre-tax Return as described in Ill. Adm. Code 656.50(a)(1)
Net Dep = Net Depreciation Expense related to average investment in QIP for the year
R = Utility determined reconciliation component for reconciliation year
O = Commission-ordered adjustment component
INT = Calculated interest attributable to the O component
Om = Commission-ordered O component multiplier
PAR = Projected total water QIP base rate revenues

S% = 6.37%
NetQIP = 2,070,567
PTR = 10.19%
Net Dep = 72,683
R = \$ 38,505
O = \$ -
INT = \$ -
Om = \$ -
PAR = \$ 4,450,662

QIP Surcharge Percentage calculated per formula: 7.24%

Maximum allowed QIP Surcharge Percentage allowed per statute: 5.00%

QIP Surcharge Percentage used for district: 5.00%

QUALIFYING INFRASTRUCTURE PLANT SURCHARGE FORMULA:

Percentage applicable to all water related revenue: 5.00%

Issued: March 17, 2008

Effective: April 1, 2008

Issued by: K. A. Teasley
100 North Water Works Drive
Belleville, Illinois 62223

ILLINOIS-AMERICAN WATER COMPANY

APPLICABLE TO ALL CUSTOMERS LOCATED IN
THE CAIRO SERVICE DISTRICT

ILL. C. C. No. 22
Fourth Revised Information Sheet No. 2
Canceling Third Revised Information Sheet No. 2

Qualifying Infrastructure Plant ("QIP") Surcharge Information Sheet

MONTHLY QIP SURCHARGE PERCENTAGE FORMULA:

CALCULATION

$$S\% = \frac{(\text{NetQIP} \times \text{PTR}) + \text{NetDep} + (\text{R} \times 1.33) + ((\text{O} + \text{INT}) \times \text{Om})}{\text{PAR}} \times 100\%$$

S% = QIP Surcharge Percentage
NetQIP = Average forecasted cost of the investment in QIP less accumulated depreciation
PTR = Pre-tax Return as described in Ill. Adm. Code 656.50(a)(1)
Net Dep = Net Depreciation Expense related to average investment in QIP for the year
R = Utility determined reconciliation component for reconciliation year
O = Commission-ordered adjustment component
INT = Calculated interest attributable to the O component
Om = Commission-ordered O component multiplier
PAR = Projected total water QIP base rate revenues

S% = 5.50%
NetQIP = 142,266
PTR = 10.19%
Net Dep = 4,199
R = \$ (5,562)
O = \$ -
INT = \$ -
Om = \$ -
PAR = \$ 340,146

QIP Surcharge Percentage calculated per formula: 3.86%
Maximum allowed QIP Surcharge Percentage allowed per statute: 5.00%
QIP Surcharge Percentage used for district: 3.86%

QUALIFYING INFRASTRUCTURE PLANT SURCHARGE FORMULA:

Percentage applicable to all water related revenue: 3.86%

Issued: March 17, 2008

Effective: April 1, 2008

Issued by: K. A. Teasley
100 North Water Works Drive
Belleville, Illinois 62223

ILLINOIS-AMERICAN WATER COMPANY

APPLICABLE TO ALL CUSTOMERS LOCATED IN
THE INTERURBAN SERVICE DISTRICT

ILL. C. C. No. 22
Fourth Revised Information Sheet No. 3
Canceling Third Revised Information Sheet No. 3

Qualifying Infrastructure Plant ("QIP") Surcharge Information Sheet

MONTHLY QIP SURCHARGE PERCENTAGE FORMULA:

CALCULATION

$$S\% = \frac{(\text{NetQIP} \times \text{PTR}) + \text{NetDep} + (\text{R} \times 1.33) + ((\text{O} + \text{INT}) \times \text{Om})}{\text{PAR}} \times 100\%$$

S% = QIP Surcharge Percentage
NetQIP = Average forecasted cost of the investment in QIP less accumulated depreciation
PTR = Pre-tax Return as described in Ill. Adm. Code 656.50(a)(1)
Net Dep = Net Depreciation Expense related to average investment in QIP for the year
R = Utility determined reconciliation component for reconciliation year
O = Commission-ordered adjustment component
INT = Calculated interest attributable to the O component
Om = Commission-ordered O component multiplier
PAR = Projected total water QIP base rate revenues

S% = 4.06%
NetQIP = 5,878,143
PTR = 10.19%
Net Dep = 193,663
R = \$ 31,551
O = \$ -
INT = \$ -
Om = \$ -
PAR = \$ 19,521,993

QIP Surcharge Percentage calculated per formula: 4.22%

Maximum allowed QIP Surcharge Percentage allowed per statute: 5.00%

QIP Surcharge Percentage used for district: 4.22%

QUALIFYING INFRASTRUCTURE PLANT SURCHARGE FORMULA:

Percentage applicable to all water related revenue: 4.22%

Issued: March 17, 2008

Effective: April 1, 2008

Issued by: K. A. Teasley
100 North Water Works Drive
Belleville, Illinois 62223

ILLINOIS-AMERICAN WATER COMPANY

APPLICABLE TO ALL CUSTOMERS LOCATED IN
THE PEORIA SERVICE DISTRICT

ILL. C. C. No. 22
Fourth Revised Information Sheet No. 4
Canceling Third Revised Information Sheet No. 4

Qualifying Infrastructure Plant ("QIP") Surcharge Information Sheet

MONTHLY QIP SURCHARGE PERCENTAGE FORMULA:

CALCULATION

$$S\% = \frac{(\text{NetQIP} \times \text{PTR}) + \text{NetDep} + (\text{R} \times 1.33) + ((\text{O} + \text{INT}) \times \text{Om})}{\text{PAR}} \times 100\%$$

S% = QIP Surcharge Percentage
NetQIP = Average forecasted cost of the investment in QIP less accumulated depreciation
PTR = Pre-tax Return as described in Ill. Adm. Code 656.50(a)(1)
Net Dep = Net Depreciation Expense related to average investment in QIP for the year
R = Utility determined reconciliation component for reconciliation year
O = Commission-ordered adjustment component
INT = Calculated interest attributable to the O component
Om = Commission-ordered O component multiplier
PAR = Projected total water QIP base rate revenues

S% = 5.84%
NetQIP = 5,105,307
PTR = 10.19%
Net Dep = 176,295
R = \$ (20,294)
O = \$ -
INT = \$ -
Om = \$ -
PAR = \$ 11,926,060

QIP Surcharge Percentage calculated per formula: 5.67%

Maximum allowed QIP Surcharge Percentage allowed per statute: 5.00%

QIP Surcharge Percentage used for district: 5.00%

QUALIFYING INFRASTRUCTURE PLANT SURCHARGE FORMULA:

Percentage applicable to all water related revenue: 5.00%

Issued: March 17, 2008

Effective: April 1, 2008

Issued by: K. A. Teasley
100 North Water Works Drive
Belleville, Illinois 62223

ILLINOIS-AMERICAN WATER COMPANY

APPLICABLE TO ALL CUSTOMERS LOCATED IN
THE STREATOR SERVICE DISTRICT

ILL. C. C. No. 5
Fourth Revised Information Sheet No. 1
Canceling Third Revised Information Sheet No. 1

Qualifying Infrastructure Plant ("QIP") Surcharge Information Sheet

MONTHLY QIP SURCHARGE PERCENTAGE FORMULA:

CALCULATION

$$S\% = \frac{(\text{NetQIP} \times \text{PTR}) + \text{NetDep} + (\text{R} \times 1.33) + ((\text{O} + \text{INT}) \times \text{Om})}{\text{PAR}} \times 100\%$$

S% = QIP Surcharge Percentage
NetQIP = Average forecasted cost of the investment in QIP less accumulated depreciation
PTR = Pre-tax Return as described in Ill. Adm. Code 656.50(a)(1)
Net Dep = Net Depreciation Expense related to average investment in QIP for the year
R = Utility determined reconciliation component for reconciliation year
O = Commission-ordered adjustment component
INT = Calculated interest attributable to the O component
Om = Commission-ordered O component multiplier
PAR = Projected total water QIP base rate revenues

S% = 4.10%
NetQIP = 343,722
PTR = 10.19%
Net Dep = 23,792
R = \$ 31,273
O = \$ -
INT = \$ -
Om = \$ -
PAR = \$ 1,435,400

QIP Surcharge Percentage calculated per formula: 6.28%

Maximum allowed QIP Surcharge Percentage allowed per statute: 5.00%

QIP Surcharge Percentage used for district: 5.00%

QUALIFYING INFRASTRUCTURE PLANT SURCHARGE FORMULA:

Percentage applicable to all water related revenue: 5.00%

Issued: March 17, 2008

Effective: April 1, 2008

Issued by: K. A. Teasley
100 North Water Works Drive
Belleville, Illinois 62223

ILLINOIS-AMERICAN WATER COMPANY

APPLICABLE TO ALL CUSTOMERS LOCATED IN
THE PONTIAC SERVICE DISTRICT

ILL. C. C. No. 5
Fourth Revised Information Sheet No. 2
Canceling Third Revised Information Sheet No. 2

Qualifying Infrastructure Plant ("QIP") Surcharge Information Sheet

MONTHLY QIP SURCHARGE PERCENTAGE FORMULA:

CALCULATION

$$S\% = \frac{(\text{NetQIP} \times \text{PTR}) + \text{NetDep} + (\text{R} \times 1.33) + ((\text{O} + \text{INT}) \times \text{Om})}{\text{PAR}} \times 100\%$$

S% = QIP Surcharge Percentage
NetQIP = Average forecasted cost of the investment in QIP less accumulated depreciation
PTR = Pre-tax Return as described in Ill. Adm. Code 656.50(a)(1)
Net Dep = Net Depreciation Expense related to average investment in QIP for the year
R = Utility determined reconciliation component for reconciliation year
O = Commission-ordered adjustment component
INT = Calculated interest attributable to the O component
Om = Commission-ordered O component multiplier
PAR = Projected total water QIP base rate revenues

S% = 4.28%
NetQIP = 379,938
PTR = 10.19%
Net Dep = 15,179
R = \$ 11,548
O = \$ -
INT = \$ -
Om = \$ -
PAR = \$ 1,259,275

QIP Surcharge Percentage calculated per formula: 5.20%

Maximum allowed QIP Surcharge Percentage allowed per statute: 5.00%

QIP Surcharge Percentage used for district: 5.00%

QUALIFYING INFRASTRUCTURE PLANT SURCHARGE FORMULA:

Percentage applicable to all water related revenue: 5.00%

Issued: March 17, 2008

Effective: April 1, 2008

Issued by: K. A. Teasley
100 North Water Works Drive
Belleville, Illinois 62223